

HOUSE BILL 1593

By Sargent

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 4, Part 20 and Title 67, Chapter 4, Part
21, relative to franchise and excise taxes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-4-2008(a), is amended by adding the following as a new subdivision:

(18) Any person whose combined franchise and excise tax liability would otherwise be less than:

(A) One hundred dollars (\$100) for a tax year beginning on or after July 1, 2018, and prior to July 1, 2019;

(B) Two hundred fifty dollars (\$250) for a tax year beginning on or after July 1, 2019, and prior to July 1, 2020; or

(C) Five hundred dollars (\$500) for a tax year beginning on or after July 1, 2020, and for subsequent tax years.

SECTION 2. Tennessee Code Annotated, Section 67-4-2008(f)(5), is amended by deleting the language "(a)(14) or (a)(15)" and substituting instead "(a)(14), (a)(15), or (a)(18)".

SECTION 3. Tennessee Code Annotated, Section 67-4-2015(h)(1)(A)(ii), is amended by deleting the language "provided, however, that, if there was no liability for the preceding tax year, the amount paid shall equal the minimum tax amount provided in § 67-4-2119".

SECTION 4. Tennessee Code Annotated, Section 67-4-2119, is amended by deleting the section and substituting instead the following:

A taxable entity that is incorporated, domesticated, qualified, or otherwise registered to do business in Tennessee but is, or has become, inactive in Tennessee, or

whose charter, domestication, qualification or other registration is forfeited, revoked or suspended without the entity being properly dissolved, surrendered, withdrawn, cancelled, or otherwise properly terminated, shall not be relieved from filing a return and paying the franchise tax unless the entity qualifies for an exemption under § 67-4-2008.

SECTION 5. This act shall take effect July 1, 2018, the public welfare requiring it, and shall apply to all tax years beginning on or after that date.